

5th March 2012

COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by Izola Bank p.l.c. pursuant to the Malta Financial Services Authority Listing Rules:

Quote

The Board of Directors of Izola Bank p.l.c will be presenting for consideration and approval by its Members, at the Annual General Meeting, which is scheduled to be held at Izola Bank's offices at 53/58 East Street Valletta on Friday 23rd March 2012, the following resolutions: .

Ordinary resolutions:

1. To receive and approve the Audited Accounts for the Financial Year ended 31st December 2011, together with the Report of the Directors and the Auditors' Report thereon.
2. To approve the payment of a Net Dividend of €1,500,000 (representing a dividend per share of €5.36).
3. To approve the appointment of KPMG as auditors, and to authorise the Board of Directors to fix their remuneration.
4. To determine, that since there are as many nominations as there are vacancies for Directors, no election will take place and the nominees are automatically appointed Directors.
5. To establish the maximum annual aggregate emoluments of the Directors for the Financial Year ending 31 December 2012.

Extraordinary resolutions:

1. To increase the issued share capital from €7,000,000 to €10,000,000 representing 400,000 shares of €25 each, divided into 200,000 Ordinary 'A' Shares and 200,000 Ordinary 'B' Shares, each fully paid up.
2. To capitalise €3,000,000 from the Company's capital contribution account for the purpose of issuing 60,000 ordinary 'A' shares and 60,000 ordinary 'B' shares, all having a nominal value of €25 per share and allotted to the existing shareholders in proportion to their respective holdings in the Company.
3. To amend the text of the current clause 5 and clause 9 of the Memorandum of Association to reflect the above changes.

Unquote

A handwritten signature in black ink, appearing to read 'Stefan Farrugia'.

Stefan Farrugia
Company Secretary